House Study Bill 192 - Introduced

HOUS	SE FILE
вч	(PROPOSED COMMITTEE ON
	STATE GOVERNMENT BILL BY
	CHAIRPERSON VANDER LINDEN)

A BILL FOR

- 1 An Act relating to the rulemaking process and state agency
- 2 decision making.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. Section 17A.4, subsection 3, Code 2013, is 2 amended to read as follows:
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- 3 3. \underline{a} . When an agency for good cause finds that notice and
- 4 public participation would be unnecessary, impracticable, or
- 5 contrary to the public interest When the statute so provides,
- 6 or with the approval of the administrative rules review
- 7 committee, if the committee finds good cause that notice and
- 8 public participation would be unnecessary, impracticable, or
- 9 contrary to the public interest, the provisions of subsection 1
- 10 shall be inapplicable. The agency shall incorporate in each
- 11 rule issued in reliance upon this provision either the finding
- 12 and a brief statement of the reasons for the finding, or a
- 13 statement that the rule is within a very narrowly tailored
- 14 category of rules whose issuance has previously been exempted
- 15 from subsection 1 by a special rule relying on this provision
- 16 and including such a finding and statement of reasons for the
- 17 entire category.
- 18 b. (1) If the administrative rules review committee by
- 19 a two-thirds vote, the governor, or the attorney general
- 20 files with the administrative code editor an objection to the
- 21 adoption of any a rule or portion of a rule pursuant to this
- 22 subsection, that the rule or portion of the rule shall cease
- 23 to be effective one hundred eighty days after the date the
- 24 objection was filed. A
- 25 (2) If the administrative rules review committee files with
- 26 the administrative code editor an objection to the adoption of
- 27 a rule or portion of a rule pursuant to this subsection, the
- 28 administrative rules review committee, by a separate two-thirds
- 29 vote, may suspend the applicability of the rule or portion
- 30 of the rule until the rule ceases to be effective under this
- 31 paragraph "b". The determination to suspend the applicability
- 32 of the rule or portion of the rule shall be included in the copy
- 33 of the objection to be forwarded to the agency.
- 34 c. If an objection to a rule is filed under this subsection,
- 35 a copy of the objection, properly dated, shall be forwarded to

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- 1 the agency at the time of filing the objection. In any action
- 2 contesting a rule or portion of a rule adopted pursuant to
- 3 this subsection, the burden of proof shall be on the agency to
- 4 show that the procedures of subsection 1 were impracticable,
- 5 unnecessary, or contrary to the public interest and that, if a
- 6 category of rules was involved, the category was very narrowly
- 7 tailored.
- 8 Sec. 2. Section 17A.4, subsection 7, Code 2013, is amended
- 9 to read as follows:
- 10 7. a. Upon the vote of two-thirds of its members the
- 11 administrative rules review committee may delay the effective
- 12 date of a rule or portion of a rule seventy days beyond that
- 13 permitted in section 17A.5, unless the rule was promulgated
- 14 under section 17A.5, subsection 2, paragraph "b". This
- 15 provision shall be utilized by the committee only if further
- 16 time is necessary to study and examine the rule. If the
- 17 rule was promulgated under section 17A.5, subsection 2,
- 18 paragraph "b", the administrative rules review committee,
- 19 within thirty-five days of the effective date of the rule and
- 20 upon the vote of two-thirds of its members, may suspend the
- 21 applicability of the rule or portion of the rule for seventy
- 22 days.
- 23 b. Notice of an effective date that was delayed under this
- 24 provision shall be published in the Iowa administrative code
- 25 and bulletin.
- Sec. 3. Section 17A.4, Code 2013, is amended by adding the
- 27 following new subsection:
- 28 NEW SUBSECTION. 9. Upon the vote of two-thirds of its
- 29 members, the administrative rules review committee, following
- 30 notice of intended action as provided in subsection 1 and prior
- 31 to adoption of a rule pursuant to that notice, may suspend
- 32 further action relating to that notice for seventy days.
- 33 Notice of a notice of intended action that was suspended under
- 34 this provision shall be published in the Iowa administrative
- 35 code and bulletin.

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- 1 Sec. 4. Section 17A.8, subsection 9, Code 2013, is amended 2 to read as follows:
- 9. a. Upon a vote of two-thirds of its members, the
- 4 administrative rules review committee may delay the effective
- 5 date of a rule or portion of a rule until the adjournment
- 6 of the next regular session of the general assembly, unless
- 7 the rule was promulgated under section 17A.5, subsection 2,
- 8 paragraph "b". If the rule was promulgated under section
- 9 17A.5, subsection 2, paragraph "b", the administrative rules
- 10 review committee, within thirty-five days of the effective date
- 11 of the rule and upon the vote of two-thirds of its members,
- 12 may suspend the applicability of the rule or portion of the
- 13 rule until the adjournment of the next regular session of the
- 14 general assembly.
- 15 b. The committee shall refer a rule or portion of a rule
- 16 whose effective date has been delayed or applicability has
- 17 been suspended to the speaker of the house of representatives
- 18 and the president of the senate who shall refer the delayed
- 19 or suspended rule or portion of the rule to the appropriate
- 20 standing committees of the general assembly. A standing
- 21 committee shall review a the rule within twenty-one days
- 22 after the rule is referred to the committee by the speaker
- 23 of the house of representatives or the president of the
- 24 senate and shall take formal committee action by sponsoring
- 25 a joint resolution to disapprove the rule, by proposing
- 26 legislation relating to the rule, or by refusing to propose
- 27 a joint resolution or legislation concerning the rule. The
- 28 standing committee shall inform the administrative rules review
- 29 committee of the committee action taken concerning the rule.
- 30 If the general assembly has not disapproved of the rule by a
- 31 joint resolution, the rule shall become effective. The speaker
- 32 of the house of representatives and the president of the senate
- 33 shall notify the administrative code editor of the final
- 34 disposition of each rule or portion of a rule whose effective
- 35 date has been delayed or whose applicability has been suspended

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- l pursuant to this subsection. If a the rule is disapproved, it
- 2 the rule shall not become be effective and the agency shall
- 3 rescind the rule. This section shall not apply to rules made
- 4 effective under section 17A.5, subsection 2, paragraph "b".
- 5 Sec. 5. Section 17A.23, Code 2013, is amended to read as 6 follows:
- 7 17A.23 Construction delegation of authority.
- 8 1. Except as expressly provided otherwise by this chapter
- 9 or by another statute referring to this chapter by name, the
- 10 rights created and the requirements imposed by this chapter
- 11 shall be in addition to those created or imposed by every other
- 12 statute in existence on July 1, 1975, or enacted after that
- 13 date. If any other statute in existence on July 1, 1975, or
- 14 enacted after that date diminishes a right conferred upon a
- 15 person by this chapter or diminishes a requirement imposed upon
- 16 an agency by this chapter, this chapter shall take precedence
- 17 unless the other statute expressly provides that it shall take
- 18 precedence over all or some specified portion of this named
- 19 cited chapter.
- 20 2. This chapter shall be construed broadly to effectuate
- 21 its purposes. This chapter shall also be construed to apply
- 22 to all agencies not expressly exempted by this chapter or by
- 23 another statute specifically referring to this chapter by name
- 24 citation; and except as to proceedings in process on July 1,
- 25 1975, this chapter shall be construed to apply to all covered
- 26 agency proceedings and all agency action not expressly exempted
- 27 by this chapter or by another statute specifically referring to
- 28 this chapter by name citation.
- 29 3. An agency shall have only that authority or discretion
- 30 delegated to or conferred upon the agency by law and shall not
- 31 expand or enlarge its authority or discretion beyond the powers
- 32 delegated to or conferred upon the agency. Unless otherwise
- 33 specifically provided in statute, a grant of rulemaking
- 34 authority shall be construed narrowly.
- 35 EXPLANATION

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- 1 This bill relates to the rulemaking process and agency
- 2 decision making. The bill concerns the administrative rules
- 3 review committee (ARRC) relative to its powers concerning the
- 4 rulemaking process.
- 5 As it relates to the rulemaking process, the bill provides
- 6 that a rule can be adopted without notice only if the statute
- 7 so provides or with the approval of the ARRC. Code section
- 8 17A.4(3) relates to so-called "emergency" rulemaking. This
- 9 section is amended to empower the ARRC to object to an
- 10 emergency adopted rule and suspend its effect by a two-thirds
- 11 vote. Code section 17A.4(7), concerning the 70-day delay
- 12 authority of the ARRC, is amended to provide that the ARRC
- 13 may, upon a two-thirds vote, suspend the applicability of a
- 14 rule promulgated under Code section 17A.5(2)(b) (so-called
- 15 emergency rulemaking) for 70 days. The bill provides that
- 16 action to suspend the applicability of a rule under this new
- 17 provision must be taken within 35 days of the effective date
- 18 of the rule. In addition, the bill provides that the ARRC may
- 19 utilize the 70-day delay authority regardless of the reason
- 20 for the delay and for a portion of a rule. Under current law,
- 21 rules promulgated under Code section 17A.5(2)(b) take effect
- 22 upon filing and are not subject to the 70-day delay authority
- 23 of the ARRC.
- 24 Code section 17A.4, new subsection 9, provides that the
- 25 ARRC, upon a two-thirds vote, may suspend for 70 days further
- 26 action relating to a notice of intended action filed by an
- 27 agency. Under current law, the ARRC has no authority relating
- 28 to a notice of intended action until the adopted rule is filed
- 29 in final form following this notice.
- 30 Code section 17A.8(9), concerning the session delay
- 31 authority of the ARRC, is amended to provide that the ARRC,
- 32 upon a two-thirds vote, may suspend the applicability of an
- 33 emergency rule until the adjournment of the next regular
- 34 session of the general assembly. The bill also provides that
- 35 action to suspend the applicability of a rule under this new

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- 1 provision must be taken within 35 days of the effective date
- 2 of the rule. In addition, the bill provides that the ARRC
- 3 may utilize the session delay authority for a portion of a
- 4 rule. Under current law, rules promulgated under Code section
- 5 17A.5(2)(b) take effect upon filing and are not subject to the
- 6 session delay authority of the ARRC.
- 7 The bill creates a rule of statutory construction relating
- 8 to the delegation of rulemaking authority. The bill provides
- 9 that unless otherwise specifically provided in statute, a grant
- 10 of rulemaking authority shall be construed narrowly.